

DPD-4386-59

25 June 1959

MEMORANDUM FOR: Deputy Director, Plans

THROUGH : Office of General Counsel

25X1C4c

SUBJECT : [REDACTED] - Insurance Coverage for [REDACTED]

25X1A2d1

25X1C4c

Personnel Engaged in the [REDACTED] Operation

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1. Under operation [REDACTED], two [REDACTED] employees will be engaged in operating equipment installed on an U. S.

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[REDACTED] This operation is scheduled to commence during the third week of July 1959 and will continue until early Fall 1959.

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2. As company policy, the [REDACTED]

[REDACTED] carries travel insurance on each employee in the amount of \$50,000 and a general '10-10' life policy. The travel policy contains a rider granting coverage for [REDACTED] employees engaged as members of the crew of any aircraft, but excludes coverage for any loss caused by war or any act of war. For obvious security reasons the insurance agent could not be briefed as to the true nature of the activity and [REDACTED] fears that the travel insurance would not cover the employees for injury or loss of life as a result of a hostile action which could be considered a 'war-act'.

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3. Although the [REDACTED] employees would receive certain benefits through the Bureau of Employees Compensation under the War Hazards Compensation Act because of [REDACTED] role as a contractor with the U. S. Government, we should not ask the employees to jeopardize the economic security of their families by engaging in an operation in our behalf which would invalidate their normal [REDACTED] insurance, without providing some alternate protection.

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4. There is an element of hazard involved in [REDACTED], not normally found in the pursuit of other contracts, and because of the uniqueness of this operation, i.e. semi-overflight, it is felt that in underwriting the insurance coverage during this particular operation we would not be establishing a precedent applicable to other contracts.

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5. It is requested that you approve the obligation of \$100,000 from Fiscal Year 1960 [REDACTED] funds to [REDACTED] for the period of the [REDACTED] operational flights, to underwrite coverage of the two [REDACTED] employees in the amount of \$50,000 each in the event of death as the result of the operation

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DOCUMENT NO. \_\_\_\_\_  
NO CHANGE IN CLASS. ☒  
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CLASS. CHANGED BY TS S O 24103  
AUTH: HR 70-2  
DATE: 12/1/82 REVIEWER: 064548

SECRET

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under such travel circumstances as are excluded from coverage under the policies presently held by [REDACTED] Approval is considered contingent upon the availability of funds. Upon completion of the [REDACTED] operational flights the funds obligated by this approval will be made available for other uses.

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[REDACTED]  
Chief, Administrative Branch  
DPD-DD/P

FUNDS AVAILABLE: \$165,000

[REDACTED] ble, even though amount programmed was not for purpose.

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Chief, Finance Section, DPD

RECOMMEND APPROVAL:

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[REDACTED]  
Acting Chief, DPD

APPROVAL: Recommendation in  
25X1A9a paragraph 5 approved.

CONCURRENCE:

25X1A9a

[REDACTED]  
Assistant General Counsel

[REDACTED]  
Deputy Director (Plans) 30 JUN 1959

Sanitized - Approved For Release : CIA-RDP81B00879R000100160047-7

ROUTING AND RECORD SHEET

SUBJECT: (Optional)

FROM: 25X1A9a  
[REDACTED] DPD-DD/P

NO.  
DPD-4386-59  
DATE  
25 June 1959

TO: (Officer designation, room number, and building)

DATE

OFFICER'S INITIALS

COMMENTS (Number each comment to show from whom to whom. Draw a line across column after each comment.)

RECEIVED FORWARDED

1. Chief, Finance Section, DPD 6/25 6/25

2. Acting Chief, DPD 6/26 6/26

3. Office of General Counsel  
Attn: [REDACTED] 6/29 6/29  
226 East Bldg. 25X1A9a

4. Deputy Director, Plans 6/30/59 7/1/59  
1046 L. Bldg.

5. AC/DPD-DDP

6. DP D / Finance 7/1/59

7. [REDACTED]

8. [REDACTED]

9. [REDACTED]

10. [REDACTED]

11. 25X1A9a

12. [REDACTED]

13. [REDACTED]

14. [REDACTED]

15. [REDACTED]

25X1A9a

(PENCIL ONLY)

let's establish an obligation, using the attached as authority, in pencil ONLY which will be removed (de obligated) if all goes well about Oct.-Nov. 1959?

Joe - suggest establishment of 10,000 oblig for FY 60. This item, altho, not specifically programmed for, must be covered from our existing FY 60 open budget.